H-4341.1	

SUBSTITUTE HOUSE BILL 2060

State of Washington 57th Legislature 2002 Regular Session

By House Committee on Finance (originally sponsored by Representatives Dunn, Cooper, Haigh, Edmonds and Fromhold)

Read first time 02/11/2002. Referred to Committee on .

- AN ACT Relating to funds for operating and maintenance of low-income housing projects and for innovative housing demonstration projects; amending RCW 36.18.010 and 18.85.540; adding a new section to chapter 36.22 RCW; adding a new section to chapter 43.330 RCW; and creating a new section.
- 6 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF WASHINGTON:
- 7 NEW SECTION. 1. Sec. The legislature recognizes housing affordability has become a significant problem for a large portion of 8 9 society in many parts of Washington state in recent years. The state 10 has traditionally focused its resources on housing for low-income Additional funding resources are needed for building 11 populations. 12 operation and maintenance activities for housing projects affordable to 13 extremely low-income people, for example farmworkers or people with 14 developmental disabilities. Affordable rents for extremely low-income 15 people are not sufficient to cover the cost of building operations and In addition resources are needed at the local level to 16 maintenance. 17 assist in development and preservation of affordable low-income housing to address critical local housing needs. 18

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NEW SECTION. Sec. 2. A new section is added to chapter 36.22 RCW to read as follows:

- 3 (1) Except as provided in subsection (2) of this section, a 4 surcharge of ten dollars per instrument shall be charged by the county auditor for each document recorded, which will be in addition to any 5 other charge authorized by law. The auditor may retain up to five 6 percent of these funds collected to administer the collection of these 7 8 funds. Of the remaining funds, forty percent of the revenue generated 9 through this surcharge will be transmitted monthly to the state 10 treasurer who will deposit the funds into the Washington housing trust The office of community development of the department of 11 12 community, trade, and economic development will develop guidelines for 13 the use of these funds to support building operation and maintenance costs of housing projects or units within housing projects that are 14 15 affordable to extremely low-income persons with incomes at or below thirty percent of the area median income, and that require a supplement 16 17 to rent income to cover ongoing operating expenses. Sixty percent of the revenue generated by this surcharge will be retained by the county 18 19 and be deposited into a fund that must be used by the county and its 20 cities and towns for housing projects or units within housing projects that are affordable to very low-income persons with incomes at or below 21 fifty percent of the area median income. The portion of the surcharge 22 23 retained by a county shall be allocated to very low-income housing projects or units within such housing projects in the county and the 24 25 cities within a county according to an interlocal agreement between the 26 county and the cities within the county, consistent with countywide and local housing needs and policies. The funds generated with this 27 surcharge shall not be used for construction of new housing if at any 28 time the vacancy rate for available low-income housing within the 29 30 county rises above ten percent. The vacancy rate for each county shall be developed using the state low-income vacancy rate standard developed 31 under subsection (3) of this section. Permissible uses of these local 32 funds are limited to: 33
- 34 (a) Acquisition, construction, or rehabilitation of housing 35 projects or units within housing projects that are affordable to very 36 low-income persons with incomes at or below fifty percent of the area 37 median income;
- 38 (b) Supporting building operation and maintenance costs of housing 39 projects or units within housing projects built with housing trust

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funds, that are affordable to very low-income persons with incomes at 1 or below fifty percent of the area median income, and that require a 2 supplement to rent income to cover ongoing operating expenses; and

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- 4 (c) Rental assistance vouchers for housing projects or units within housing projects that are affordable to very low-income persons with 5 incomes at or below fifty percent of the area median income, to be 6 7 administered by a local public housing authority or other local 8 organization that has an existing rental assistance voucher program, 9 consistent with the United States department of housing and urban 10 development's section 8 rental assistance voucher program standards.
- (2) The surcharge imposed in this section does not apply to 11 assignments or substitutions of previously recorded deeds of trust. 12
- 13 (3) The real estate research center at Washington State University 14 shall develop a vacancy rate standard for low-income housing in the 15 state as described in RCW 18.85.540(1)(i).
- 16 Sec. 3. RCW 36.18.010 and 1999 c 233 s 3 are each amended to read as follows: 17
- 18 County auditors or recording officers shall collect the following fees for their official services: 19
- For recording instruments, for the first page eight and one-half by 20 fourteen inches or less, five dollars; for each additional page eight 21 and one-half by fourteen inches or less, one dollar. The fee for 22 23 recording multiple transactions contained in one instrument will be 24 calculated for each transaction requiring separate indexing as required 25 under RCW 65.04.050 as follows: The fee for each title or transaction is the same fee as the first page of any additional recorded document; 26 27 the fee for additional pages is the same fee as for any additional pages for any recorded document; the fee for the additional pages may 28 29 be collected only once and may not be collected for each title or 30 transaction;
- For preparing and certifying copies, for the first page eight and 31 one-half by fourteen inches or less, three dollars; for each additional 32 page eight and one-half by fourteen inches or less, one dollar; 33
- 34 For preparing noncertified copies, for each page eight and one-half by fourteen inches or less, one dollar; 35
- 36 For administering an oath or taking an affidavit, with or without 37 seal, two dollars;

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- For issuing a marriage license, eight dollars, (this fee includes 1 2 taking necessary affidavits, filing returns, indexing, and transmittal of a record of the marriage to the state registrar of vital statistics) 3 4 plus an additional five-dollar fee for use and support of the prevention of child abuse and neglect activities to be transmitted 5 monthly to the state treasurer and deposited in the state general fund 6 plus an additional ten-dollar fee to be transmitted monthly to the 7 8 state treasurer and deposited in the state general fund. The 9 legislature intends to appropriate an amount at least equal to the
- 11 homemaker act, chapter 28B.04 RCW;
- 12 For searching records per hour, eight dollars;
- For recording plats, fifty cents for each lot except cemetery plats

revenue generated by this fee for the purposes of the displaced

- 14 for which the charge shall be twenty-five cents per lot; also one
- 15 dollar for each acknowledgment, dedication, and description: PROVIDED,
- 16 That there shall be a minimum fee of twenty-five dollars per plat;
- 17 For recording of miscellaneous records not listed above, for the
- 18 first page eight and one-half by fourteen inches or less, five dollars;
- 19 for each additional page eight and one-half by fourteen inches or less,
- 20 one dollar;
- 21 For modernization and improvement of the recording and indexing
- 22 system, a surcharge as provided in RCW 36.22.170.
- 23 For recording an emergency nonstandard document as provided in RCW
- 24 65.04.047, fifty dollars, in addition to all other applicable recording
- 25 fees.

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- 26 For recording instruments, a surcharge as provided in section 2 of
- 27 this act.
- NEW SECTION. Sec. 4. A new section is added to chapter 43.330 RCW
- 29 to read as follows:
- The office of community development of the department of community,
- 31 trade, and economic development is directed to conduct a statewide
- 32 housing market analysis by region. The purpose of the analysis is to
- 33 identify areas of greatest need for the appropriate investment of state
- 34 affordable housing funds, using vacancy data and other appropriate
- 35 measures of need for low-income housing. The analysis shall include
- 36 the number and types of projects that counties have developed using the
- 37 funds collected under this act. The analysis shall be completed by
- 38 September 2003, and updated every two years thereafter.

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- 1 **Sec. 5.** RCW 18.85.540 and 1999 c 192 s 3 are each amended to read 2 as follows:
- 3 (1) The purpose of a real estate research center in Washington
- 4 state is to provide credible research, value-added information,
- 5 education services, and project-oriented research to real estate
- 6 licensees, real estate consumers, real estate service providers,
- 7 institutional customers, public agencies, and communities in Washington
- 8 state and the Pacific Northwest region. The center may:
- 9 (a) Conduct studies and research on affordable housing and 10 strategies to meet the affordable housing needs of the state;
- 11 (b) Conduct studies in all areas directly or indirectly related to
- 12 real estate and urban or rural economics and economically isolated
- 13 communities;
- 14 (c) Disseminate findings and results of real estate research
- 15 conducted at or by the center or elsewhere, using a variety of
- 16 dissemination media;
- 17 (d) Supply research results and educational expertise to the
- 18 Washington state real estate commission to support its regulatory
- 19 functions, as requested;
- 20 (e) Prepare information of interest to real estate consumers and
- 21 make the information available to the general public, universities, or
- 22 colleges, and appropriate state agencies;
- 23 (f) Encourage economic growth and development within the state of
- 24 Washington;
- 25 (g) Support the professional development and continuing education
- 26 of real estate licensees in Washington; ((and))
- 27 (h) Study and recommend changes in state statutes relating to real
- 28 estate; and
- 29 (i) Develop a vacancy rate standard for low-income housing in the
- 30 state.
- 31 (2) The director shall establish a memorandum of understanding with
- 32 an institution of higher learning that establishes a real estate
- 33 research center for the purposes under subsection (1) of this section.
- 34 (3) This section expires September 30, 2005.

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